

## Minutes of the Finance Committee

**Tuesday, October 25, 2011**

Chair Haukohl called the meeting to order at 6:20 p.m.

**Present:** Supervisors Pat Haukohl, Jim Heinrich, Pamela Meyer, and Bill Zaborowski. Dave Falstad arrived at 6:23 p.m. **Absent:** Rob Hutton and Ted Rolfs.

**Also Present:** Chief of Staff Mark Mader, Corporation Counsel Tom Farley, Administration Director Norm Cummings, and Public Finance Director of Baird Bradley Viegut.

### **Ordinance 166-O-067: Authorizing The Issuance And Sale Of \$6,625,000 General Obligation Refunding Bonds**

Cummings and Viegut discussed substitute Ordinance 166-O-067 which authorizes the issuance and sale of \$6,635,000 general obligation refunding bonds as opposed to \$6,625,000 which was originally proposed. This change was due to an interest rate change. Viegut reviewed the modifications in the final ordinance compared to the original draft ordinance. The interest rate came in at 1.19%, very close to what had been anticipated. The process used for this issuance and sale eliminated certain interest rate risk and administrative costs.

Falstad arrived at 6:23 p.m.

Viegut and Cummings further described the total savings after cost of \$332,080. The present value savings equals \$322,159. The settlement date is April 2, 2012. This is one day after the first call date. The savings will be applied to reduce the amount that we owe.

There are two significant changes from the draft ordinance. One is a clause indicating we would prepare a statement, which is not required, so that clause was removed. Also, another clause referring to Depository Trust Corporation (DTC) was removed because it was not needed for this transaction.

To answer Haukohl's question, the appropriateness and legal authorization for this type of transaction was confirmed by Cummings and Viegut.

**MOTION:** Heinrich moved, second by Zaborowski to move to the floor, Ordinance 166-O-067 authorizing the issuance and sale of \$6,625,000 general obligation refunding bonds (original draft yellow copy). Motion carried 5-0.

**MOTION:** Heinrich moved, second by Falstad to approve substitute Ordinance 166-O-067 authorizing the issuance and sale of \$6,635,000 general obligation refunding bonds (white copy).

Farley explained how the substitute process works under *Roberts Rules of Order*. It represents a revision (like a white copy ordinance with revisions). Mader pointed out the title change on the signature sheet from \$6,625,000 to \$6,635,000.

The motion to approve substitute Ordinance 166-O-067 carried 5-0.

**MOTION:** Meyer moved, second by Zaborowski to adjourn at 6:50 p.m. Motion carried 5-0.

Respectfully submitted,

Pamela Meyer  
Secretary